#### **LEGAL NOTICE**

#### STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **FEBRUARY 10**, 2009, upon the application of **ENCANA OIL & GAS (USA) INC.** 

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Lower Cotton Valley Formation, Reservoir A and the Haynesville Zone, Reservoir A, in the Elm Grove Field, Bossier Parish, Louisiana.

# LOWER COTTON VALLEY FORMATION, RESERVOIR A

- 1. To create five (5) additional drilling and production units for the exploration for and production of gas and condensate from the Lower Cotton Valley Formation, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 3. Except to the extent contrary herewith, to extend to the proposed additional units all pertinent provisions of Office of Conservation Order No. 361-E, effective July 16, 1996, as amended and supplemented by the 361-E Series of Orders and applicable Statewide Orders.
- 4. To consider such other matters as may be pertinent.

The Lower Cotton Valley Formation, Reservoir A was previously defined in Order No. 361-E, effective July 16, 1996.

### HAYNESVILLE ZONE, RESERVOIR A

- 1. To create five (5) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To provide that the spacing provisions of Order No. 361-L, effective July 29, 2008, should be amended to provide that with respect to horizontal wells drilled to the Haynesville Zone, Reservoir A, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary or offset well will be calculated based on the distance to the nearest perforations in the well and not based on the penetration point or terminus.
- 4. Except as otherwise provided, to extend to the proposed additional units all pertinent provisions of Order No. 361-L, as amended and supplemented by the 361-L Series of Orders, and applicable Statewide Orders.
- 5. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir A was previously defined in Order No. 361-L, effective July 29, 2008, and is hereby redefined insofar and only insofar as the HA RA SUPP, HA RA SUQQ, HA RA SURR, HA RA SUSS, and HA RA SUTT are concerned, as being that gas and condensate bearing zone encountered between the measured depths of 9,650' and 11,426' (electric log measurements) in the KCS Resources, Inc.-Elm Grove Plantation No. 15 Well, located in Section 9, Township 16 North, Range 11 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. <a href="https://www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.">www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.</a>

All parties having interest therein shall take notice thereof.

BY ORDER OF:

## JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 12/30/08;1/5/09 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.